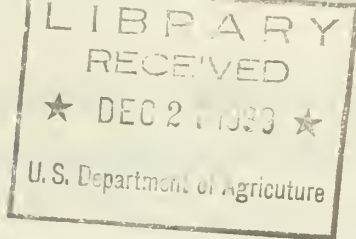


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REPORT OF THE DIRECTOR OF FINANCE, 1939

UNITED STATES DEPARTMENT OF AGRICULTURE,
OFFICE OF BUDGET AND FINANCE,

Washington, D. C., October 12, 1939.

Hon. HENRY A. WALLACE,
Secretary of Agriculture.

DEAR MR. SECRETARY: I submit herewith the report of the Office of Budget and Finance for the fiscal year ended June 30, 1939.

Sincerely,

W. A. JUMP, *Director.*

CONTENTS

| | Page | | Page |
|--|------|---|------|
| The Department budget..... | 1 | Division of Purchase, Sales, and Traffic..... | 21 |
| Regular funds..... | 1 | General procurement and contract service..... | 22 |
| Emergency funds..... | 2 | Purchase service..... | 23 |
| Statistical tables..... | 2 | Storage and issue of supplies..... | 24 |
| Receipts from Department's activities, 1939..... | 16 | Freight and passenger traffic service..... | 24 |
| Division of Accounts..... | 17 | Coordination and contact work..... | 25 |
| Bureau Accounting Service..... | 19 | Changes in Department regulations..... | 25 |

THE DEPARTMENT BUDGET

This report shows for the regular funds of the Department of Agriculture the appropriations and obligations for the fiscal year 1939 and the 1940 appropriations, and for emergency funds the amounts allocated to and obligated by the Department during 1939.

The term "regular funds" refers to all appropriations or reappropriations provided by the annual appropriation acts and acts supplementary thereto such as deficiency appropriation acts, laws relating to receipts and contributed funds made annually available for administration by the Department, agricultural adjustment and related activities, the programs authorized under the Bankhead-Jones Farm Tenant Act, and other special laws appropriating funds which augment or extend the Department's regular or normal activities.

The term "emergency funds" relates to the allocations which the Department of Agriculture has received under acts passed by Congress primarily to meet unemployment or other relief situations.

REGULAR FUNDS

During the fiscal year 1939 direct appropriations for the regular activities of the Department aggregated \$1,311,001,623, to which was added reappropriations of \$221,755,000 from balances of prior-year appropriations, making a total of \$1,532,756,623 available. Against this sum, obligations totaling \$1,310,359,389 were incurred, as shown in table 1.

TABLE 1.—*Regular appropriations and obligations of the Department of Agriculture, fiscal year 1939*

[For details, see tables 4 and 5]

| Item | Appropriations, 1939 | Obligations, 1939 |
|---|----------------------|-------------------|
| Agricultural adjustment and related funds..... | \$937, 824, 893 | \$802, 990, 261 |
| Farm tenancy, rehabilitation, and related work..... | 238, 923, 000 | 217, 866, 805 |
| Road funds..... | 201, 500, 000 | 159, 316, 451 |
| Payments to States for experiment stations, extension work, and cooperative forestry activities, including fire prevention..... | 27, 558, 833 | 26, 982, 663 |
| All other purposes..... | 126, 949, 897 | 112, 203, 209 |
| Gross total (all regular funds)..... | 1, 532, 756, 623 | 1, 310, 359, 389 |
| Deduct reappropriations included in foregoing..... | 221, 755, 000 | |
| Net total, regular funds (direct appropriations)..... | 1, 311, 001, 623 | 1, 310, 359, 389 |

EMERGENCY FUNDS

For 1939, emergency funds amounting to \$38,393,159 were allocated to the Department. Obligations totaling \$34,502,010 were incurred against these allocations and balances from allocations made in prior years, as shown in table 2.

TABLE 2.—*Emergency funds allocated to Department of Agriculture, fiscal year 1939*

[For details, see table 9]

| Act | Allocations, 1939 | Obligations, 1939 |
|--|-------------------|-------------------|
| National Industrial Recovery Act..... | | \$701, 152 |
| Supplemental Appropriation Act, 1936 (substitution for Puerto Rico and Hawaii trust funds under appropriation Payments for agricultural adjustment)..... | | 10, 885 |
| Emergency Relief Appropriation Act of 1935..... | | 9, 375 |
| Emergency Relief Appropriation Act of 1938..... | \$30, 524, 988 | 28, 317, 521 |
| Public Works Administration Act of 1938..... | 7, 868, 171 | 5, 463, 077 |
| Total..... | 38, 393, 159 | 34, 502, 010 |

STATISTICAL TABLES

Tables 3 to 9, inclusive, analyze the Department's regular budget for the fiscal years 1939 and 1940, and show in some detail the allocations and obligations under emergency funds for 1939. At the time this report was being prepared (October 1, 1939), it was of course impracticable to forecast allocations from emergency funds for the fiscal year 1940 as a whole; data for the complete fiscal year 1940 will be included in next year's report.

TABLE 3.—*Source of regular appropriations of Department of Agriculture, fiscal years 1939 and 1940*

| Source | Appropriation, 1939 (revised) | Appropriation, 1940 ¹ |
|---|-------------------------------|----------------------------------|
| Agricultural Appropriation Act: | | |
| Department proper: | | |
| Direct appropriation..... | ² \$347, 865, 279 | ³ \$175, 721, 215 |
| Reappropriations from prior-year balances: | | |
| Eradicating tuberculosis and Bang's disease..... | 7, 827, 000 | 4, 000, 000 |
| Eradication of European fowl pest..... | 5, 000 | 5, 000 |
| Farm Tenant Act: | | |
| Title I (tenancy loans)..... | 710, 000 | 575, 000 |
| Title III (submarginal land program)..... | 8, 213, 000 | 2, 445, 000 |
| Agricultural Adjustment and related funds: | | |
| Conservation and use of agricultural land resources, Department of Agriculture: | | |
| Direct appropriation..... | 345, 000, 000 | 429, 560, 000 |
| Reappropriation..... | 155, 000, 000 | 70, 000, 000 |

¹ As of Oct. 1, 1939.² Includes appropriations for Bureau of Biological Survey and Bureau of Public Roads.³ Excludes Bureau of Biological Survey and Bureau of Public Roads, transferred to other agencies pursuant to the Reorganization Act of 1939 and Reorganization Plans Nos. I and II (H. Docs. 262 and 288, 76th Cong.); also excludes transfers (aggregating \$137,127) from various Department of Agriculture bureaus to other Federal agencies incident to reorganization.

TABLE 3.—*Source of regular appropriations of Department of Agriculture, fiscal years 1939 and 1940—Continued*

| Source | Appropriation, 1939 (revised) | Appropriation, 1940 |
|---|----------------------------------|------------------------|
| Agricultural Appropriation Act—Continued. | | |
| Agricultural Adjustment and related funds—Continued. | | |
| Price Adjustment Act of 1938 (parity payments)..... | | \$225,000,000 |
| Sugar Act of 1937: | | |
| Direct appropriation | \$48,000,000 | 31,975,000 |
| Reappropriation | | 16,000,090 |
| Disposal of surplus commodities | | 113,000,000 |
| Retirement of cotton pool participation trust certificates | 1,800,000 | |
| Federal Crop Insurance Act: | | |
| Direct appropriation | | 5,423,200 |
| Reappropriation | 25,500,000 | 500,000 |
| Section 32, act of Aug. 24, 1935 (exportation and domestic consumption of agricultural commodities, Department of Agriculture) | 144,024,893 | 92,678,812 |
| Second Deficiency Appropriation Act, 1938: | | |
| Incipient and emergency outbreaks of plant pests..... | 700,000 | |
| Maintenance of mammal and bird reservations..... | 60,000 | |
| Administration of United States Warehouse Act..... | 55,000 | |
| Mediterranean Fruit Fly Board, expenses | 10,000 | |
| First Deficiency Appropriation Act, 1939: | | |
| National forest protection and management (White Mountain Na- tional Forest hurricane damage) | 500,000 | |
| New England hurricane damage | 5,000,000 | |
| Incipient and emergency outbreaks of plant pests..... | 3,000,000 | |
| Second Deficiency Appropriation Act, 1939: | | |
| Fighting forest fires | 2,480,000 | |
| Dutch elm disease eradication | 100,000 | |
| Enforcement of Federal Food, Drug, and Cosmetic Act | 15,000 | |
| Sugar Act of 1937: | | |
| Direct appropriation | 5,000,000 | |
| Reappropriation | 1,500,000 | |
| Act of June 13, 1939 (Public Res. No. 22, 76th Cong.): Incipient and emer- gency outbreaks of plant pests | 1,750,000 | |
| Third Deficiency Appropriation Act, 1939: | | |
| Administration of United States Warehouse Act | | 17,500 |
| Restoration, capital impairment, Commodity Credit Corporation (Treasury Department) | (⁴) | (⁵) |
| Work Relief and Public Works Appropriation Act of 1938: | | |
| Loans, relief, and rural rehabilitation—section 1 (3) of title I (Emer- gency Relief Appropriation Act of 1938): | | |
| Direct appropriation | 175,000,000 | |
| Reappropriation | 23,000,000 | |
| Price Adjustment Act of 1938 (parity payments)—title V | 212,000,000 | |
| Emergency Relief Appropriation Act of 1939: Loans, relief, and rural rehabilitation—section 3: | | |
| Direct appropriation | | 143,000,000 |
| Reappropriation | | 17,700,000 |
| Independent Offices Appropriation Act: Rural Electrification Adminis- tration | | |
| | (⁴) | 42,790,000 |
| War Department Civil Appropriation Act (transferred to Department of Agriculture): Flood control work | | |
| | 7,000,000 | 3,000,000 |
| Permanent annual, indefinite, and special appropriations: | | |
| Cooperative agricultural extension work (Smith-Lever Act) | 4,701,165 | 4,701,165 |
| Payments to States and Territories (national-forest fund) | 1,114,700 | 1,275,000 |
| Payments to school funds, Arizona and New Mexico (national-forest fund) | 30,000 | 30,000 |
| Roads and trails for States (national-forest fund) | 510,000 | 510,000 |
| Cooperative work, Forest Service (contributed funds) | 1,000,000 | 1,000,000 |
| Payments to counties under Migratory Bird Conservation Act | 15,000 | |
| Farm-products inspections (fees)—Agricultural Marketing Service | 75,588 | 103,228 |
| Sea-food inspections, refunds to depositors (Food and Drug Admin- istration) | 29,698 | 29,000 |
| Payments in lieu of taxes and for operation and maintenance of re- settlement projects (trust account)—Farm Security Administra- tion | 1,200,000 | 1,800,000 |
| State Rural Rehabilitation Corporation funds (trust account)— Farm Security Administration | 2,840,000 | 2,875,000 |
| Miscellaneous contributed funds (trust account) | 6125,300 | 44,500 |
| Grand total available, regular funds (including reappropriations) | 1,532,756,623 | 1,385,758,620 |
| Deduct reappropriations, as listed above | 221,755,000 | 111,225,000 |
| Total, direct appropriations | 1,311,001,623 | 1,274,533,620 |

⁴ The Commodity Credit Corporation and the Rural Electrification Administration, which were independent agencies during the fiscal year 1939, were transferred to the Department of Agriculture on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plans Nos. I and II.

⁵ The Third Deficiency Appropriation Act, 1939, provides to the Treasury Department \$119,599,918 for restoration of the capital impairment of the Commodity Credit Corporation as of Mar. 31, 1939 (listed as a 1940 appropriation); an appropriation of \$94,285,405 was made for this purpose, fiscal year 1938.

⁶ Includes \$3,620 under Bureau of Biological Survey.

TABLE 4.—*Summary of regular Department of Agriculture funds, classified by groups and bureau units, fiscal years 1939 and 1940*

[For details see tables 5 and 6]

| Activity | Appropriation, 1939 (revised) | Obligations, 1939 | Appropriation, 1940 ¹ |
|---|-------------------------------|---------------------------|----------------------------------|
| Ordinary activities: | | | |
| Office of the Secretary..... | \$870, 825 | \$844, 719 | \$896, 447 |
| Office of the Solicitor..... | 232, 480 | 231, 686 | 231, 280 |
| Office of Information..... | 1, 474, 770 | 1, 474, 270 | 1, 965, 910 |
| Library..... | 105, 420 | 104, 920 | 107, 970 |
| Office of Experiment Stations..... | 228, 980 | 228, 241 | 244, 735 |
| Special Research Fund, Department of Agriculture..... | 1, 400, 000 | 1, 365, 935 | 1, 400, 000 |
| Extension Service..... | 892, 254 | 872, 297 | 927, 864 |
| Office of Foreign Agricultural Relations..... | 295, 000 | 294, 250 | 196, 396 |
| Weather Bureau..... | 4, 987, 870 | 4, 944, 263 | 6, 172, 870 |
| Bureau of Animal Industry..... | 21, 578, 752 | 17, 439, 707 | 20, 668, 712 |
| Bureau of Dairy Industry..... | 717, 405 | 709, 047 | 721, 405 |
| Bureau of Plant Industry..... | 5, 110, 337 | 5, 052, 317 | 5, 183, 009 |
| Forest Service..... | 14, 410, 400 | ² 15, 384, 531 | 14, 923, 466 |
| Bureau of Agricultural Chemistry and Engineering..... | 1, 424, 169 | 1, 407, 545 | 1, 379, 369 |
| Bureau of Entomology and Plant Quarantine..... | 5, 721, 867 | 5, 658, 603 | 6, 199, 809 |
| Bureau of Biological Survey..... | 2, 123, 340 | 2, 123, 081 | (³) |
| Bureau of Agricultural Economics..... | 891, 000 | 871, 650 | 928, 000 |
| Agricultural Marketing Service..... | 5, 824, 555 | 5, 720, 173 | 6, 096, 388 |
| Bureau of Home Economics..... | 305, 085 | 303, 000 | 325, 085 |
| Commodity Exchange Administration..... | 623, 380 | 619, 545 | 623, 380 |
| Food and Drug Administration..... | 2, 241, 138 | 2, 228, 506 | 2, 741, 138 |
| Soil Conservation Service..... | 23, 645, 584 | 23, 060, 590 | 23, 720, 584 |
| Beltville Agricultural Research Center..... | 85, 000 | 84, 500 | 85, 000 |
| Total..... | 95, 189, 611 | 91, 023, 379 | 95, 738, 817 |
| Special items (including forest roads and trails)..... | 31, 020, 000 | 24, 487, 233 | 14, 050, 000 |
| Receipts and contributed funds..... | 7, 740, 286 | 9, 035, 414 | 7, 737, 728 |
| Payments to States (exclusive of road and receipt funds)..... | 27, 558, 833 | 26, 982, 663 | 27, 619, 333 |
| Farm Tenant Act..... | 40, 923, 000 | 37, 583, 812 | 49, 985, 730 |
| Loans, relief, and rural rehabilitation..... | 198, 000, 000 | 180, 282, 993 | 160, 700, 000 |
| Agricultural adjustment and related funds..... | 937, 824, 893 | 802, 990, 261 | 984, 137, 012 |
| Rural electrification..... | (⁴) | | 42, 790, 000 |
| Federal highways (exclusive of forest roads and trails)..... | 187, 500, 000 | 136, 316, 451 | (⁵) |
| Flood control (transfer from War Department)..... | 7, 000, 000 | 1, 657, 183 | 3, 000, 000 |
| Grand total, regular funds, Department of Agriculture (including reappropriations)..... | 1, 532, 756, 623 | 1, 310, 359, 389 | 1, 385, 758, 620 |
| Deduct reappropriations included in foregoing..... | -221, 755, 000 | | -111, 225, 000 |
| Total, direct appropriations, regular funds, Department of Agriculture..... | 1, 311, 001, 623 | 1, 310, 359, 389 | 1, 274, 533, 620 |

¹ As of Oct. 1, 1939.² Includes \$1,000,000 provided by Second Deficiency Appropriation Act, fiscal year 1938, for repair of flood damages to California national forests, and continued available until Sept. 30, 1938; all obligated in 1939.³ The Bureau of Biological Survey was transferred to Department of the Interior on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. II.⁴ The Rural Electrification Administration was an independent Federal agency prior to July 1, 1939; on which date, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. II, it was transferred to the Department of Agriculture.⁵ The Bureau of Public Roads was transferred to the Federal Works Agency on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. I.

TABLE 5.—Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940¹

| Bureau and item | Appropriation, 1939 (revised) | Obligations, 1939 | Appropriation, 1940 ¹ |
|--|-------------------------------|-------------------|----------------------------------|
| Ordinary activities: | | | |
| Office of the Secretary: | | | |
| Salaries..... | \$581,920 | \$573,112 | ² \$597,620 |
| Miscellaneous expenses..... | 108,250 | 99,692 | ³ 107,750 |
| Rent of buildings in District of Columbia..... | 180,655 | 171,915 | ⁴ 191,077 |
| Total..... | 870,825 | 844,719 | 896,447 |
| Office of the Solicitor: Salaries and expenses..... | 232,480 | 231,686 | ⁵ 231,280 |
| Office of Information: | | | |
| Salaries and expenses..... | 379,800 | 379,300 | ⁶ 379,040 |
| Printing and binding..... | 1,094,970 | 1,094,970 | ⁷ 1,586,870 |
| Total..... | 1,474,770 | 1,474,270 | 1,965,910 |
| Library, Department of Agriculture: Salaries and expenses..... | 105,420 | 104,920 | ⁸ 107,970 |
| Office of Experiment Stations: | | | |
| Administration of grants to States and coordination of research..... | 161,735 | 161,001 | 161,735 |
| Insular experiment stations (Puerto Rico)..... | 67,245 | 67,240 | 83,000 |
| Total..... | 228,980 | 228,241 | 244,735 |
| Special Research Fund..... | 1,400,000 | 1,365,935 | 1,400,000 |
| Extension Service: | | | |
| General administrative expenses..... | 126,246 | 122,959 | 126,246 |
| Farmers' cooperative demonstration work..... | 545,170 | 531,653 | 560,170 |
| Motion pictures..... | 79,000 | 76,327 | ⁹ 78,550 |
| Agricultural exhibits at fairs..... | 85,000 | 84,965 | 85,000 |
| Cooperative farm forestry extension work..... | 56,838 | 56,393 | 77,898 |
| Total..... | 892,254 | 872,297 | 927,864 |
| Office of Foreign Agricultural Relations: Salaries and expenses..... | ¹⁰ 295,000 | 294,250 | ¹¹ 196,396 |
| Weather Bureau: | | | |
| General administrative expenses..... | 145,000 | 144,254 | 145,000 |
| General weather service and research..... | 2,342,870 | 2,329,864 | 2,527,870 |
| Airways weather service and research..... | 2,500,000 | 2,470,145 | 3,500,000 |
| Total..... | 4,987,870 | 4,944,263 | 6,172,870 |
| Bureau of Animal Industry: | | | |
| General administrative expenses..... | 170,120 | 168,532 | 170,120 |
| Animal husbandry..... | 789,380 | 783,829 | 802,880 |
| Diseases of animals..... | 447,000 | 445,351 | 462,000 |
| Eradicating tuberculosis and Bang's disease: | | | |
| Direct appropriation..... | 5,403,000 | 9,178,069 | { 8,300,000 |
| Reappropriations from prior-year balances..... | 7,827,000 | | |
| Eradicating cattle ticks..... | 503,940 | 471,615 | 475,000 |
| Hog-cholera control..... | 122,000 | 116,558 | 122,000 |
| Inspection and quarantine..... | 680,000 | 661,013 | 680,000 |
| Meat inspection..... | 5,412,600 | 5,401,736 | 5,433,000 |
| Virus-Serum-Toxin Act..... | 218,712 | 213,004 | 218,712 |

¹ As of Oct. 1, 1939.² Includes \$21,600 transferred from Farm Credit Administration and excludes \$5,900 transferred to Department of the Interior incident to reorganization.³ Excludes \$500 transferred to Department of the Interior incident to reorganization.⁴ Excludes \$2,523 transferred to Department of the Interior incident to reorganization.⁵ Excludes \$1,200 transferred to Department of the Interior incident to reorganization.⁶ Excludes \$4,000 transferred to Department of the Interior incident to reorganization.⁷ Excludes \$18,000 transferred to Department of the Interior and \$4,700 to Public Roads Administration incident to reorganization. The amount for 1940 includes \$591,570 transferred from other Department appropriations used for printing and binding in prior years.⁸ Excludes \$500 transferred to Public Roads Administration and \$750 transferred to Department of the Interior incident to reorganization.⁹ Excludes \$450 transferred to Department of the Interior incident to reorganization.¹⁰ Carried in 1939 Agricultural Appropriation Act under title "Foreign competition and demand," Bureau of Agricultural Economics.¹¹ Carried in 1940 Agricultural Appropriation Act under title "Foreign Agricultural Service;" excludes \$98,604 transferred with functions of the Foreign Agricultural Service to Department of State, pursuant to provisions of the Reorganization Act of 1939 and Reorganization Plan No. 11.

TABLE 5.—Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued

| Bureau and item | Appropriation, 1939 (revised) | Obligations, 1939 | Appropriation, 1940 |
|--|----------------------------------|----------------------|---------------------|
| Ordinary activities—Continued. | | | |
| Bureau of Animal Industry—Continued. | | | |
| Marketing agreements with respect to hog cholera virus and serum..... | (12) | (13) | (12) |
| Eradication of European fowl pest (reappropriation)..... | \$5,000 | | \$5,000 |
| Total..... | 21, 578, 752 | \$17, 439, 707 | 20, 668, 712 |
| Bureau of Dairy Industry: | | | |
| General administrative expenses..... | 70, 495 | 70, 461 | 75, 500 |
| Dairy investigations..... | 646, 910 | 638, 586 | 645, 905 |
| Total..... | 717, 405 | 709, 047 | 721, 405 |
| Bureau of Plant Industry: | | | |
| General administrative expenses..... | 202, 442 | 202, 049 | 202, 442 |
| Arlington farm..... | 49, 414 | 48, 531 | 49, 414 |
| Botany..... | 76, 635 | 75, 662 | 76, 635 |
| Cereal crops and diseases..... | 541, 121 | 535, 427 | 551, 121 |
| Cotton and other fiber crops and diseases..... | 399, 385 | 395, 020 | 424, 385 |
| Drug and related plants..... | 47, 139 | 42, 115 | 47, 139 |
| Dry-land agriculture..... | 226, 828 | 224, 188 | 226, 828 |
| Experimental greenhouse maintenance..... | 77, 372 | 76, 608 | 77, 372 |
| Forage crops and diseases..... | 298, 443 | 295, 152 | 313, 450 |
| Forest pathology..... | 255, 392 | 252, 194 | 265, 392 |
| Fruit and vegetable crops and diseases..... | 1, 296, 982 | 1, 287, 018 | 1, 348, 982 |
| Genetics and biophysics..... | 31, 675 | 31, 419 | 31, 675 |
| Irrigation agriculture..... | 152, 674 | 151, 353 | 152, 674 |
| Mycology and disease survey..... | 45, 818 | 45, 358 | 45, 818 |
| National Arboretum..... | 54, 587 | 53, 733 | 54, 587 |
| Nematology..... | 48, 961 | 48, 231 | 48, 961 |
| Plant exploration and introduction..... | 200, 933 | 198, 630 | 200, 933 |
| Plant nutrition..... | 16, 024 | 15, 871 | 16, 021 |
| Rubber and other tropical plants..... | 46, 749 | 46, 409 | 46, 749 |
| Soil chemical and physical investigations..... | 76, 700 | 76, 264 | 76, 700 |
| Soil-fertility investigations..... | 168, 457 | 167, 313 | 121, 622 |
| Soil-microbiology investigations..... | 39, 854 | 39, 525 | 39, 854 |
| Soil survey..... | 298, 708 | 292, 077 | 298, 708 |
| Sugar-plant investigations..... | 322, 500 | 320, 247 | 330, 000 |
| Tobacco investigations..... | 135, 544 | 131, 923 | 135, 544 |
| Total..... | 5, 110, 337 | 5, 052, 317 | 5, 183, 009 |
| Forest Service: | | | |
| General administrative expenses..... | 607, 500 | 607, 500 | 607, 500 |
| National-forest protection and management..... | 11, 569, 754 | 11, 548, 000 | 12, 004, 000 |
| Reconstruction and repair of roads and other improvements, national forests in California..... | (14) | 1, 000, 000 | |
| Water rights..... | 20, 000 | 19, 371 | 20, 000 |
| Fighting forest fires..... | 100, 000 | 100, 000 | 100, 000 |
| Private forestry cooperation..... | 100, 000 | 97, 453 | 100, 000 |
| Forest management..... | 648, 403 | 648, 267 | 613, 493 |
| Range investigations..... | 225, 935 | 225, 754 | 245, 935 |
| Forest products..... | 628, 361 | 628, 311 | 664, 181 |
| Forest survey..... | 250, 000 | 249, 806 | 250, 000 |
| Forest economics..... | 121, 295 | 121, 163 | 149, 295 |
| Forest influences..... | 139, 152 | 138, 906 | 139, 152 |
| Tropical forest experiment station..... | | | 30, 000 |
| Total..... | 14, 410, 400 | 15, 384, 531 | 14, 923, 466 |
| Bureau of Agricultural Chemistry and Engineering: | | | |
| General administrative expenses..... | 112, 800 | 112, 196 | 112, 800 |
| Agricultural-chemical investigations..... | 372, 500 | 368, 526 | 411, 500 |
| Industrial utilization of farm products and byproducts..... | 236, 200 | 232, 957 | 191, 200 |
| Agricultural-engineering investigations..... | 359, 469 | 352, 995 | 349, 469 |
| Naval-stores investigations..... | 79, 400 | 78, 416 | 89, 400 |
| Fertilizer investigations..... | 263, 800 | 262, 458 | 225, 000 |
| Total..... | 1, 424, 169 | 1, 407, 548 | 1, 379, 369 |

¹² \$30,000 allotment from continuing appropriation made by sec. 12 (a) of Agricultural Adjustment Act of 1932.

¹³ For obligations hereunder, see table 6, under Salaries and Expenses, Agricultural Adjustment Administration.

¹⁴ A \$1,000,000 appropriation was provided for 1938 by the Second Deficiency Appropriation Act, fiscal year 1938, to continue available until Sept. 30, 1938; none obligated in 1938.

TABLE 5.—Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued

| Bureau and item | Appropriation, 1939 (revised) | Obligations, 1939 | Appropriation, 1940 |
|--|----------------------------------|----------------------|---------------------|
| Ordinary activities—Continued. | | | |
| Bureau of Entomology and Plant Quarantine: | | | |
| General administrative expenses | \$166,280 | \$165,281 | \$166,280 |
| Fruit insects | 428,600 | 421,049 | 428,600 |
| Japanese beetle control | 395,000 | 393,894 | 395,000 |
| Mexican fruitfly control | 160,460 | 158,399 | 160,460 |
| Citrus canker eradication | 13,485 | 13,437 | 13,485 |
| Sweetpotato weevil control | 75,000 | 67,579 | 75,000 |
| Phony peach and peach mosaic eradication | 89,800 | 89,387 | 89,800 |
| Forest insects | 253,100 | 251,291 | 253,100 |
| Gypsy and brown-tail moth control | 375,000 | 372,924 | 375,000 |
| Blister rust control | 300,000 | 297,235 | 300,000 |
| Dutch elm disease eradication | 15 478,489 | 476,229 | 500,000 |
| Truck crop and garden insects | 381,580 | 380,589 | 381,580 |
| Cereal and forage insects | 363,669 | 362,169 | 383,700 |
| European corn borer control | 32,939 | 26,739 | 32,939 |
| Barberry eradication | 200,000 | 198,851 | 175,000 |
| Cotton insects | 144,544 | 143,834 | 144,544 |
| Pink bollworm control | 446,800 | 445,442 | 906,800 |
| Thurberia weevil control | 2,808 | 2,784 | 2,808 |
| Bee culture | 83,000 | 82,500 | 83,000 |
| Insects affecting man and animals | 191,100 | 189,491 | 181,500 |
| Insect pest survey and identification | 149,790 | 149,746 | 154,790 |
| Foreign parasites | 38,000 | 37,794 | 38,000 |
| Control investigations | 72,518 | 72,243 | 67,518 |
| Insecticide and fungicide investigations | 123,984 | 122,990 | 134,984 |
| Transit inspection | 44,059 | 43,290 | 44,059 |
| Foreign plant quarantines | 680,000 | 662,770 | 680,000 |
| Certification of exports | 31,862 | 30,666 | 31,862 |
| Total | 5,721,867 | 5,658,603 | 6,199,809 |
| Bureau of Biological Survey: | | | |
| General administrative expenses | 110,000 | 109,700 | ----- |
| Food habits of birds and animals | 68,140 | 67,432 | ----- |
| Fur resources investigations | 91,000 | 88,789 | ----- |
| Biological investigations | 171,149 | 169,482 | ----- |
| Control of predatory animals and injurious rodents | 650,000 | 644,774 | ----- |
| Protection of migratory birds | 315,000 | 308,639 | ----- |
| Enforcement of Alaska game law | 130,798 | 130,100 | ----- |
| Maintenance of mammal and bird reservations | 16 507,500 | 504,257 | ----- |
| Migratory bird conservation refuges | 79,753 | 78,874 | ----- |
| Upper Mississippi River Wildlife Refuge | ----- | 21,034 | ----- |
| Total | 2,123,340 | 2,123,081 | (17) |
| Bureau of Agricultural Economics: | | | |
| General administrative expenses | 88,900 | 88,861 | 88,900 |
| Economic investigations | 802,100 | 782,789 | 839,100 |
| Total | 891,000 | 871,650 | 928,000 |
| Agricultural Marketing Service: | | | |
| General administrative expenses | 157,306 | 157,306 | 157,306 |
| Marketing farm products | 426,620 | 415,351 | 431,470 |
| Crop and livestock estimates | 642,799 | 640,118 | 747,510 |
| Market inspection of farm products | 450,000 | 449,595 | 459,000 |
| Tobacco Inspection Act | 375,000 | 364,996 | 425,000 |
| Tobacco stocks and standards | 17,187 | 17,186 | 17,187 |
| Market news service | 1,112,302 | 1,108,263 | 1,138,302 |
| Perishable Agricultural Commodities and Produce Agency Acts | 149,628 | 149,491 | 155,000 |
| Standard Container Acts | 22,000 | 20,237 | 20,000 |
| Cotton Quality Statistics and Classing Acts | 430,000 | 407,999 | 475,000 |
| United States Cotton Futures and United States Cotton Standards Acts | 491,900 | 463,991 | 495,000 |
| United States Grain Standards Act | 723,941 | 716,239 | 723,941 |
| United States Warehouse Act | 18 391,700 | 384,594 | 19 417,500 |
| Federal Seed Act | 52,293 | 52,071 | 52,293 |
| Packers and Stockyards Act | 381,879 | 372,736 | 381,879 |
| Total | 5,824,555 | 5,720,173 | 6,096,388 |

¹³ Includes \$100,000 provided by Second Deficiency Appropriation Act, 1939.¹⁴ Includes \$60,000 provided by Second Deficiency Appropriation Act, 1938.¹⁵ The Bureau of Biological Survey was transferred to Department of the Interior on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. II.¹⁶ Includes \$55,000 provided by Second Deficiency Appropriation Act, 1938.¹⁷ Includes \$17,500 provided by Third Deficiency Appropriation Act, 1939.

TABLE 5.—Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued

| Bureau and item | Appropriation, 1939 (revised) | Obligations, 1939 | Appropriation, 1940 |
|---|----------------------------------|----------------------|------------------------|
| Ordinary activities—Continued. | | | |
| Bureau of Home Economics: | | | |
| General administrative expenses..... | \$31, 735 | \$31, 585 | \$31, 735 |
| Home economics investigations..... | 273, 350 | 271, 415 | 293, 350 |
| Total..... | 305, 085 | 303, 000 | 325, 085 |
| Commodity Exchange Administration: Enforcement of Commodity Exchange Act..... | 623, 380 | 619, 545 | 623, 380 |
| Food and Drug Administration: | | | |
| General administrative expenses..... | 100, 802 | 100, 754 | 100, 802 |
| Enforcement of Federal Food, Drug, and Cosmetic Act..... | ²⁰ 1, 763, 380 | 1, 761, 093 | 2, 288, 380 |
| Enforcement of Tea Importation Act..... | 40, 094 | 39, 129 | 30, 094 |
| Naval Stores Act..... | 34, 700 | 32, 379 | 34, 700 |
| Enforcement of Insecticide Act..... | 208, 180 | 205, 284 | 193, 180 |
| Enforcement of Milk Importation Act..... | 19, 241 | 18, 087 | 19, 241 |
| Enforcement of Caustic Poison Act..... | 24, 741 | 23, 238 | 24, 741 |
| Enforcement of Filled Milk Act..... | 10, 000 | 8, 542 | 10, 000 |
| Enforcement of Sea Food Inspectors Act..... | 40, 000 | 40, 000 | 40, 000 |
| Total..... | 2, 241, 138 | 2, 228, 506 | 2, 741, 138 |
| Soil Conservation Service: | | | |
| General administrative expenses..... | 552, 050 | 549, 045 | 552, 050 |
| Soil and moisture conservation and land-use investi- gations..... | 1, 631, 185 | 1, 612, 877 | 1, 631, 185 |
| Soil and moisture conservation and land-use opera- tions, demonstrations, and information..... | 21, 462, 349 | 20, 898, 668 | 21, 462, 349 |
| Emergency erosion control, Everglades region, Florida..... | | | 75, 000 |
| Total..... | 23, 645, 584 | 23, 060, 590 | 23, 720, 584 |
| Beltsville Agricultural Research Center..... | 85, 000 | 84, 500 | 85, 000 |
| Total, ordinary activities..... | 95, 189, 611 | 91, 023, 379 | 95, 738, 817 |
| Special items: | | | |
| Fighting forest fires..... | ²¹ 2, 480, 000 | 2, 472, 468 | ----- |
| Acquisition of lands for national forests..... | 3, 000, 000 | 2, 895, 218 | 3, 000, 000 |
| Cooperative farm forestry (act of May 18, 1937)..... | | | 300, 000 |
| Forest roads and trails..... | 14, 000, 000 | 14, 000, 000 | 10, 000, 000 |
| Tohacco laboratory, Oxford, N. C. (Bureau of Entomol- ogy and Plant Quarantine)..... | 80, 000 | 79, 000 | ----- |
| Building, Weather Bureau, Washington, D. C..... | | | 250, 000 |
| Incipient and emergency outbreaks of plant pests (acts of Apr. 6, 1937, and May 9, 1938)..... | ²² 5, 450, 000 | 4, 130, 800 | ----- |
| Water Facilities Act, arid and semi-arid areas..... | 500, 000 | 368, 193 | 500, 000 |
| Mediterranean Fruit Fly Board..... | ²³ 10, 000 | 8, 125 | ----- |
| New England hurricane damage..... | ²⁴ 5, 000, 000 | 471, 198 | ----- |
| Hurricane damage repair, White Mountain National Forest..... | ²⁴ 500, 000 | 62, 231 | ----- |
| Total, special items..... | 31, 020, 000 | 24, 487, 233 | 14, 650, 000 |
| Receipts and contributed funds: | | | |
| Forest Service: | | | |
| Acquisition of lands from national-forest receipts..... | 50, 000 | 49, 624 | 71, 000 |
| Payments to States and Territories..... | 1, 114, 700 | 1, 135, 749 | 1, 275, 000 |
| Payments to school funds, Arizona and New Mexico..... | 30, 000 | 31, 466 | 30, 000 |
| Roads and trails for States..... | 510, 000 | 450, 225 | 510, 000 |
| Cooperative work (contributed funds)..... | 1, 000, 000 | 963, 353 | 1, 000, 000 |
| Bureau of Biological Survey: | | | |
| Migratory bird conservation fund..... | ²⁵ 750, 000 | 634, 103 | (²⁶) |
| Payments to counties under Migratory Bird Con- servation Act..... | 15, 000 | 11, 245 | (²⁶) |
| Agricultural Marketing Service: Farm products inspec- tions..... | 75, 588 | 35, 816 | 103, 228 |
| Food and Drug Administration: Sea-food inspections, refunds to depositors..... | 29, 698 | 29, 698 | 29, 000 |

²⁰ Includes \$15,000 provided by Second Deficiency Appropriation Act, 1939.²¹ Provided by Second Deficiency Appropriation Act, 1939.²² Consists of \$700,000 provided by the Second Deficiency Appropriation Act, 1938, \$3,000,000 by First Deficiency Appropriation Act, 1939, and \$1,750,000 by the act of June 13, 1939 (Public Res. 22, 76th Cong.).²³ Provided by Second Deficiency Appropriation Act, 1938.²⁴ Provided by First Deficiency Appropriation Act, 1939.²⁵ Estimated receipts from sale of hunting stamps; includes \$125,000 advanced from Treasury by Agricultural Appropriation Act, to be reimbursed from hunting-stamp receipts.²⁶ See footnote 17.

TABLE 5.—*Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued*

| Bureau and item | Appropriation, 1939 (revised) | Obligations, 1939 | Appropriation, 1940 |
|--|-------------------------------|-------------------|---------------------|
| Receipts and contributed funds—Continued. | | | |
| Farm Security Administration: | | | |
| Payments in lieu of taxes and for operation and maintenance of resettlement projects..... | \$1,200,000 | \$1,478,743 | \$1,800,000 |
| State Rural Rehabilitation Corporation funds..... | 2,840,000 | 4,090,092 | 2,875,000 |
| Miscellaneous contributed funds..... | ²⁷ 125,300 | 125,300 | 44,500 |
| Total, receipts and contributed funds..... | 7,740,286 | 9,035,414 | 7,737,728 |
| Payments to States (exclusive of road and receipt funds): | | | |
| Office of Experiment Stations (for research work of State agricultural experiment stations): | | | |
| Hatch Act..... | 720,000 | 720,000 | 720,000 |
| Adams Act..... | 720,000 | 720,000 | 720,000 |
| Purnell Act..... | 2,880,000 | 2,880,000 | 2,880,000 |
| Hawaii..... | 55,000 | 55,000 | 60,000 |
| Alaska..... | 23,750 | 23,750 | 23,750 |
| Puerto Rico..... | 42,500 | 42,500 | 45,000 |
| Title I, Bankhead-Jones Act..... | 2,100,000 | 2,100,000 | 2,400,000 |
| Total..... | 6,541,250 | 6,541,250 | 6,848,750 |
| Extension Service (for extension work of State agricultural colleges): | | | |
| Smith-Lever Act (permanent annual)..... | 4,701,165 | 4,701,165 | 4,701,165 |
| Supplementary cooperative extension work (Smith-Lever Act)..... | 395,000 | 395,000 | ----- |
| Capper-Ketcham extension work..... | 1,480,000 | 1,480,000 | 1,480,000 |
| Extension work, act of Apr. 24, 1939..... | ----- | ----- | 203,000 |
| Extension work, sec. 21, Bankhead-Jones Act..... | 11,000,000 | 11,000,000 | 12,000,000 |
| Alaska..... | 21,418 | 21,418 | 21,418 |
| Puerto Rico..... | 45,000 | 45,000 | 65,000 |
| Additional cooperative extension work..... | 275,000 | 275,000 | ----- |
| Total..... | 17,917,583 | 17,917,583 | 18,470,583 |
| Forest Service: | | | |
| Forest-fire cooperation..... | 2,000,000 | 1,997,393 | 2,200,000 |
| Cooperative distribution of forest planting stock (Clark-McNary Act)..... | ²⁸ 100,000 | 99,826 | 100,000 |
| Total..... | 2,100,000 | 2,097,219 | 2,300,000 |
| Bureau of Biological Survey: Federal aid to States in wildlife restoration projects..... | 1,000,000 | 426,611 | (²⁹) |
| Total, payments to States..... | 27,558,833 | 26,982,663 | 27,619,333 |
| Farm Tenant Act: | | | |
| Farm tenancy (loans, title I): | | | |
| Direct appropriation..... | 25,000,000 | 24,998,353 | { 40,000,000 |
| Reappropriation from prior-year balance..... | 710,000 | | |
| Liquidation and management of resettlement projects (title IV)..... | 2,000,000 | 1,880,208 | 1,987,400 |
| Land utilization and retirement of submarginal land (title III): | | | |
| Direct appropriation..... | 5,000,000 | 10,705,251 | { 4,978,330 |
| Reappropriation..... | 8,213,000 | | |
| Total, Farm Tenant Act..... | 40,923,000 | 37,583,812 | 49,985,730 |
| Loans, relief, and rural rehabilitation: ³⁰ | | | |
| Direct appropriation..... | 175,000,000 | 31 180,282,993 | { 143,000,000 |
| Reappropriation..... | 23,000,000 | | |
| Total, loans, relief, and rural rehabilitation..... | 198,000,000 | 180,282,993 | 160,700,000 |
| Agricultural adjustment and related funds: | | | |
| Salaries and expenses, Agricultural Adjustment Administration..... | ----- | 1,603,644 | ----- |
| Payments for agricultural adjustment..... | ----- | 263,956 | ----- |
| Conservation and use of agricultural land resources: | | | |
| Direct appropriation..... | 345,000,000 | 499,941,630 | { 429,560,000 |
| Reappropriation..... | 155,000,000 | | |

²⁷ Includes \$3,620 under Bureau of Biological Survey.²⁸ Carried in 1939 Agricultural Appropriation Act under title "Cooperative farm forestry."²⁹ See footnote 17.³⁰ This item carried in Emergency Relief appropriation acts.³¹ Obligated under the following projects: Direct relief (grants), \$24,025,843; rehabilitation loans, \$49,558,765; expenses incident to loans and relief, \$17,441,624; rural rehabilitation projects, \$5,584,371; expenses in connection with rehabilitation projects, \$662,471; water facilities projects, \$1,127,080; migratory labor camps, \$1,988,250; and general administrative expenses, \$6,894,589; total, \$180,282,993.

TABLE 5.—Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued

| Bureau and item | Appropriation, 1939 (revised) | Obligations, 1939 | Appropriation, 1940 |
|--|-------------------------------|---------------------------|-----------------------------|
| Agricultural adjustment and related funds—Continued. | | | |
| Price Adjustment Act of 1938 (parity payments)..... | ³² \$212,000,000 | \$29,000,000 | ³³ \$225,000,000 |
| Sugar Act of 1937: | | | |
| Direct appropriation..... | ³⁴ 53,000,000 | 53,945,237 | { 31,975,000 |
| Reappropriation..... | ³⁵ 1,500,000 | | { 16,000,000 |
| Exportation and domestic consumption of agricultural commodities (sec. 32, act of Aug. 24, 1935)..... | 144,024,893 | ³⁶ 207,236,081 | 92,678,812 |
| Disposal of surplus commodities..... | | | 113,000,000 |
| Retirement of cotton pool participation trust certificates..... | 1,800,000 | 1,207,615 | |
| Federal Crop Insurance Act: | | | |
| Administrative and operating expenses: | | | |
| Direct appropriation..... | | 4,792,098 | { 5,423,200 |
| Reappropriation..... | 5,500,000 | | { 500,000 |
| Subscription to capital stock (Treasury Department): | | | |
| Reappropriation..... | 20,000,000 | 5,000,000 | |
| Commodity Credit Corporation: ³⁷ Restoration of capital impairment (Treasury Department)..... | | | (³⁸) |
| Total, agricultural adjustment and related funds..... | 937,824,893 | ³⁹ 802,990,261 | 984,137,012 |
| Rural electrification: ⁴⁰ | | | |
| Salaries and expenses..... | | | 2,700,000 |
| Printing and binding..... | | | 90,000 |
| Rural electrification loans..... | | | 40,000,000 |
| Total, rural electrification..... | | | 42,790,000 |
| Federal highways (exclusive of forest roads and trails): ⁴¹ | | | |
| Federal aid (rural post roads)..... | | ⁴² 316,451 | |
| Federal-aid highway system..... | 125,000,000 | 100,000,000 | |
| Federal-aid secondary or feeder roads..... | 20,000,000 | 15,000,000 | |
| Elimination of grade crossings..... | 40,000,000 | 20,000,000 | |
| Public-lands highways..... | 2,500,000 | 1,000,000 | |
| Total, Federal highways (exclusive of forest roads and trails)..... | 187,500,000 | 136,316,451 | (⁴³) |
| Flood control (transfer from War Department): | | | |
| Examinations and surveys for run-off and water-flow retardation and soil-erosion prevention on watersheds of flood-control projects..... | ⁴⁴ 3,000,000 | 1,640,097 | 3,000,000 |
| Improvement projects (works and measures)..... | 4,000,000 | 17,086 | |
| Total, flood control..... | ⁴⁵ 7,000,000 | 1,657,183 | ⁴⁶ 3,000,000 |
| Grand total, regular funds, Department of Agriculture (including reappropriations)..... | 1,532,756,623 | 1,310,359,389 | 1,385,758,620 |
| Deduct reappropriations included in foregoing: | | | |
| Eradicating tuberculosis and Bang's disease (Animal Industry)..... | -7,827,000 | | -4,000,000 |
| Control of European fowl pest (Animal Industry)..... | -5,000 | | -5,000 |
| Farm Tenant Act: | | | |
| Title I (tenancy loans)..... | -710,000 | | -575,000 |
| Title III (submarginal land programs)..... | -8,213,000 | | -2,445,000 |
| Loans, relief, and rural rehabilitation..... | -23,000,000 | | -17,700,000 |
| Conservation and use of agricultural land resources..... | -155,000,000 | | -70,000,000 |
| Sugar Act of 1937..... | -1,500,000 | | -16,000,000 |
| Crop insurance..... | -25,500,000 | | -500,000 |
| Total deductions, as above..... | -221,755,000 | | -111,225,000 |
| Total, direct appropriations, regular funds..... | 1,311,001,623 | 1,310,359,389 | 1,274,533,620 |

³² Provided by Price Adjustment Act of 1938 (title V, act of June 21, 1938).³³ Provided by Agricultural Appropriation Act, 1940.³⁴ Includes \$5,000,000 provided by Second Deficiency Appropriation Act, 1939.³⁵ Authorized by Second Deficiency Appropriation Act, 1939.³⁶ Includes \$65,000,000 out of sec. 32 funds, fiscal year 1938, for cotton-price-adjustment program of 1937, as authorized by Third Deficiency Appropriation Act, 1937.³⁷ The Commodity Credit Corporation was an independent Federal agency prior to July 1, 1939, on which date, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. I, it was transferred to the Department of Agriculture. Expenses for administration are paid from the funds of the Corporation.³⁸ \$119,599,918 for restoration of the capital impairment of the Commodity Credit Corporation as of Mar. 31, 1939, was provided by Third Deficiency Appropriation Act, 1939; an appropriation of \$94,285,405 was made for this purpose, fiscal year 1938.³⁹ See table 6 for detailed statement of obligations, fiscal year 1939, under this group.⁴⁰ The Rural Electrification Administration was an independent Federal agency prior to July 1, 1939; on which date, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. II, it was transferred to the Department of Agriculture.⁴¹ Forest roads and trails shown under Special items.⁴² Obligated for highway research out of prior-year appropriations.⁴³ The Bureau of Public Roads was transferred to the Federal Works Agency on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. I.⁴⁴ In addition, \$175,733 was carried over from 1938 Appropriation.⁴⁵ Provided by War Department Civil Appropriation Act.

TABLE 6.—Obligations incurred under funds available for agricultural adjustment and related activities, fiscal year 1939

| Item | Obligations, 1939 | Item | Obligations, 1939 |
|--|----------------------|---|----------------------|
| Salaries and expenses, Agricultural Adjustment Administration: | | Conservation and use of agricultural land resources—Continued. | |
| Agricultural Adjustment Administration: | | Adjustment in freight rates for farm products—Continued. | |
| Administrative expenses..... | \$1,095,657 | Office of the Solicitor..... | \$11,731 |
| International production control committees..... | 17,500 | Total..... | 47,632 |
| Office of the Secretary..... | 14,763 | | |
| Office of the Solicitor..... | 137,017 | Total, conservation and use of agricultural land resources..... | 499,941,630 |
| Library, Department of Agriculture..... | 3,240 | | |
| Extension Service..... | 8,000 | | |
| Bureau of Animal Industry: | | Exportation and domestic consumption of agricultural commodities (Sec. 32, act of Aug. 24, 1935): | |
| Marketing agreements with respect to hog cholera virus and serum..... | 29,510 | Marketing and marketing agreements (A. A. A.): | |
| Bureau of Agricultural Economics..... | 152,679 | Agricultural Adjustment Administration: | |
| Agricultural Marketing Service..... | 120,604 | Removal of agricultural surpluses..... | 13,441,422 |
| Office of Foreign Agricultural Relations..... | 24,674 | Administrative expenses (A. A. A.)..... | 731,932 |
| Total..... | 1,603,644 | Office of the Secretary..... | 53,360 |
| | | Office of the Solicitor..... | 42,367 |
| Payments for agricultural adjustment: | | Federal Surplus Commodities Corporation: | |
| General program: Agricultural Adjustment Administration: Administrative expenses..... | 263,956 | Purchases for relief..... | 68,148,872 |
| | | Administrative expenses..... | 678,128 |
| Conservation and use of agricultural land resources: | | Total..... | 83,096,081 |
| Conservation program: | | | |
| Agricultural Adjustment Administration: | | Cotton price adjustment program of 1937: | |
| Administrative expenses..... | 12,027,699 | Agricultural Adjustment Administration: | |
| Conservation payments..... | 459,870,121 | Adjustment payments..... | 124,115,000 |
| Removal and diversion of agricultural surpluses..... | 22,110,000 | Division of Disbursement, Treasury Department..... | 25,000 |
| Office of the Secretary..... | 321,496 | Total..... | 124,140,000 |
| Office of the Solicitor..... | 124,126 | | |
| Office of Information..... | 10,680 | Total, exportation and domestic consumption of agricultural commodities..... | 1207,236,081 |
| Extension Service..... | 66,000 | | |
| Forest Service..... | 46,528 | | |
| Bureau of Agricultural Economics..... | 360,037 | Price Adjustment Act of 1938 (parity payments): | |
| Agricultural Marketing Service..... | 198,854 | Agricultural Adjustment Administration: | |
| Bureau of Standards..... | 3,000 | Administrative expenses..... | 833,752 |
| Division of Disbursement, Treasury Department..... | 272,500 | Parity payments..... | 28,136,121 |
| Office of the Treasurer, Treasury Department..... | 89,950 | Division of Disbursement, Treasury Department..... | 25,000 |
| General Accounting Office..... | 397,509 | General Accounting Office..... | 5,127 |
| Total..... | 495,898,500 | Total..... | 29,000,000 |
| | | | |
| Regional research laboratories: | | Retirement of cotton pool participation trust certificates: | |
| Bureau of Agricultural Chemistry and Engineering..... | 3,981,066 | Agricultural Adjustment Administration: | |
| Office of Experiment Stations..... | 6,313 | Administrative expenses..... | 87,981 |
| Bureau of Plant Industry..... | 3,339 | Retirement of certificates..... | 1,103,514 |
| Bureau of Agricultural Economics..... | 4,780 | Division of Disbursement, Treasury Department..... | 11,620 |
| Total..... | 3,995,498 | Office of the Treasurer, Treasury Department..... | 4,500 |
| | | Total..... | 1,207,615 |
| Adjustment in freight rates for farm products: | | | |
| Bureau of Agricultural Economics..... | \$33,054 | | |
| Agricultural Adjustment Administration (Division of Marketing and Marketing Agreements)..... | 2,847 | | |

¹ Includes \$65,000,000, out of sec. 32 funds for fiscal year 1938, for payments in connection with the cotton price adjustment program of 1937, as authorized by the Third Deficiency Appropriation Act, 1937.

TABLE 6.—*Obligations incurred under funds available for agricultural adjustment and related activities, fiscal year 1939—Continued*

| Item | Obligations, 1939 | Item | Obligations, 1939 |
|--|----------------------|--|------------------------|
| Administration of the Sugar Act of 1937: | | Administration of the Federal Crop Insurance Act: | |
| Sugar Division: | | Federal Crop Insurance Corporation: | |
| Administrative expenses..... | \$137,961 | Administrative and operating expenses..... | \$3,236,268 |
| Payments to producers..... | 53,248,541 | Subscription to capital stock, Federal Crop Insurance Corporation (Treasury Department)..... | ² 5,000,000 |
| Agricultural Adjustment Administration..... | 444,047 | Office of the Secretary..... | 27,745 |
| International production control committees..... | 8,000 | Office of the Solicitor..... | 48,786 |
| Office of the Secretary..... | 15,293 | Bureau of Agricultural Economics..... | 51,300 |
| Office of the Solicitor..... | 30,068 | Agricultural Marketing Service..... | 24,693 |
| Bureau of Agricultural Economics..... | 10,898 | Agricultural Adjustment Administration..... | 1,403,306 |
| Office of the Treasurer, Treasury Department..... | 5,447 | Total..... | ³ 9,792,098 |
| Division of Disbursement, Treasury Department..... | 15,750 | Grand total..... | 802,990,261 |
| General Accounting Office..... | 29,232 | | |
| Total..... | 53,945,237 | | |

² Amount requisitioned in 1939 under reappropriation of \$20,000,000 for this purpose from unobligated balance of 1938 appropriation for conservation and use of agricultural land resources.

³ Chargeable to reappropriations for 1939 from 1938 balances under conservation and use of agricultural land resources.

TABLE 7.—Obligations under regular appropriations, fiscal year 1939, classified by types of activity

| Type of activity | All objects except payments to States, road funds, agricultural adjustment, and farm tenancy, rehabilitation, and related work ¹ | | Payments to States (for experiment stations, extension work, and special forestry activities) ² | | Farm tenancy, rehabilitation, and related work | Agricultural adjustment and related work | Road funds | Total | |
|--|---|---------|--|--|--|--|-------------|---------------|---------|
| | Amount | Percent | | | | | | Amount | Percent |
| Research | ³ \$19,638,083 | 18.91 | ⁴ \$6,541,250 | | ⁵ \$1,001,826 | ⁶ \$4,071,491 | \$316,451 | \$31,569,101 | 2.41 |
| Extension | 1,563,813 | 1.51 | 7 17,917,583 | | | | | 19,481,395 | 1.49 |
| Pest control or eradication | \$ 17,708,419 | 17.05 | | | | | | 17,708,419 | 1.35 |
| Regulatory work | 13,523,568 | 13.02 | | | | | | 13,523,568 | 1.03 |
| Public-service activities | ⁷ 51,405,945 | 49.51 | ¹⁰ 3,661,163 | | | | | 55,067,108 | 4.20 |
| Farm tenancy, rehabilitation, and related work (exclusive of research) | | | | | | | | 222,433,814 | 16.97 |
| Agricultural adjustment and related work (exclusive of research) | | | | | ¹¹ 222,433,814 | 798,918,770 | | 798,918,770 | 60.97 |
| Road construction (exclusive of research) | | | | | | | 150,000,000 | 150,000,000 | 11.45 |
| Flood control (transfer from War Department) | | | | | | | | 1,657,183 | .13 |
| Total | 103,839,858 | 100.00 | 28,119,996 | | 223,435,640 | 802,990,261 | 150,316,451 | 1,310,359,389 | 100.00 |
| Percentage of grand total | 7.92 | | 2.15 | | 17.05 | 61.28 | 11.47 | 100.00 | |

¹ Includes ordinary activities, special items, and receipts and contributed funds not paid to States.² Exclusive of payments to States from road funds (\$135,000,000).³ Includes, in addition to \$19,539,636 under ordinary activities, \$1,515 under cooperative work, Forest Service, \$15,775 under migratory bird conservation fund, and \$41,127 under forest-fire cooperation (for forest taxation and timber insurance studies).⁴ Payments to States, Alaska, Hawaii, and Puerto Rico for agricultural experiment stations.⁵ For investigational work in connection with programs for land utilization and retirement of submarginal lands.⁶ Consists of \$75,993 for investigative work incident to carrying out of the Federal Crop Insurance Act and \$3,995,493 for operation of 4 regional research laboratories looking to the development of new uses and markets for farm commodities.⁷ Payments to States, Alaska, Hawaii, and Puerto Rico for cooperative agricultural extension work.⁸ Includes \$9,080,225 for eradicating bovine tuberculosis and Bang's disease and \$4,130,830 for control of emergency outbreaks of insect pests and plant diseases.⁹ Includes \$21,407,713 for soil and moisture conservation operations, demonstrations, and information.¹⁰ Consists of \$1,167,215 paid to States from national-forest receipts, \$1,953,235 for cooperative forest-fire prevention, \$9,825 for cooperative distribution of forest planting stock, and \$426,611 for wild life restoration projects; and \$11,245 paid to counties under Migratory Bird Conservation Act.¹¹ Consists of \$24,988,353 for farm tenancy loans and grants, \$1,880,208 for liquidation and management of resettlement projects, \$9,703,425 for land utilization and retirement of submarginal lands, \$189,282,993 for loans, relief, and rural rehabilitation (provided by Emergency Relief Appropriation Act of 1938), and \$5,535,835 under Farm Security Administration trust funds.

TABLE 8.—*Department of Agriculture regular funds allocated to research, fiscal years 1939 and 1940*

| Bureau or activity | 1939 (revised) | 1940 (estimated) |
|--|-------------------|---------------------|
| Department proper: | | |
| Office of Foreign Agricultural Relations..... | \$177,600 | \$150,000 |
| Weather Bureau..... | 170,494 | 175,270 |
| Bureau of Animal Industry..... | 1,332,362 | 1,361,753 |
| Bureau of Dairy Industry..... | 680,521 | 692,500 |
| Bureau of Plant Industry..... | 5,052,317 | 5,183,009 |
| Forest Service..... | 2,124,849 | 2,208,966 |
| Bureau of Agricultural Chemistry and Engineering..... | 1,404,332 | 1,379,369 |
| Bureau of Entomology and Plant Quarantine..... | 2,267,471 | 2,225,396 |
| Bureau of Biological Survey..... | 467,032 | |
| Bureau of Public Roads (highway research paid from Federal-aid funds)..... | 316,451 | |
| Bureau of Agricultural Economics..... | 871,650 | 928,000 |
| Agricultural Marketing Service..... | 505,058 | 520,598 |
| Bureau of Home Economics..... | 303,000 | 325,085 |
| Food and Drug Administration..... | 124,745 | 153,000 |
| Soil Conservation Service..... | 1,652,877 | 1,673,185 |
| Conservation and use of agricultural land resources (new uses and markets for farm commodities, regional laboratories, and surveys)..... | 3,995,498 | 3,200,000 |
| Farm Tenant Act (land utilization and retirement of submarginal lands)..... | 1,001,826 | 973,500 |
| Federal Crop Insurance Act..... | 75,993 | 254,300 |
| Cooperative farm forestry..... | | 25,000 |
| Rural Electrification Administration..... | | 11,000 |
| Office of Experiment Stations (exclusive of payments to States)..... | 228,241 | 244,735 |
| Special research fund (Bankhead-Jones Act of June 29, 1935)..... | 1,365,935 | 1,400,000 |
| Beltsville Agricultural Research Center..... | 84,500 | 85,000 |
| General department administration, including pro rata of publication, legal, and library work..... | 825,609 | 1,018,961 |
| Total..... | 25,027,851 | 24,188,627 |
| Payments to State and Territorial experiment stations for research under Hatch, Adams, Purnell, and Bankhead-Jones Acts..... | 6,541,250 | 6,848,750 |
| Grand total..... | 31,569,101 | 31,037,377 |

TABLE 9.—*Detailed statement of emergency funds allocated to Department of Agriculture and of obligations incurred thereunder and from prior-year unobligated balances during the fiscal year 1939*

| Appropriation title and project | Allocations | Obligations |
|--|-------------|-------------|
| National Industrial Recovery Act (June 16, 1933): | | |
| Office of the Solicitor: Legal work in connection with land acquisition for wildlife refuges..... | | \$13,381 |
| Bureau of Biological Survey: Acquisition and development of wildlife refuges..... | | 687,771 |
| Total, National Industrial Recovery Act..... | | 701,152 |
| Payments for agricultural adjustment (under allotments from \$700,000 provided by Supplemental Appropriation Act, 1936, in substitution for Puerto Rico and Hawaii sugar trust funds, authorized by sec. 8, of Jones-Costigan Act of May 9, 1934): | | |
| Puerto Rico: | | |
| Office of Experiment Stations: Experiments in the propagation and breeding of tropical plants, and studies of parasites affecting domestic animals..... | | 1,932 |
| Bureau of Entomology and Plant Quarantine: Insect-pest survey..... | | 102 |
| Soil Conservation Service: Soil-erosion survey..... | | 6,600 |
| Total, Puerto Rico..... | | 8,654 |
| Hawaii: | | |
| Office of Experiment Stations: | | |
| Taro investigations..... | | 10 |
| Liver fluke eradication..... | | 874 |
| Development of truck farming and improvement of marketing facilities for farm products..... | | 14 |
| Development of livestock feed..... | | 345 |
| Development of tropical fruits and nuts..... | | 12 |
| Promotion of the poultry industry..... | | 239 |
| Bureau of Entomology and Plant Quarantine: Fruitfly control..... | | 737 |
| Total, Hawaii..... | | 2,231 |
| Total, payments for agricultural adjustment..... | | 10,885 |

TABLE 9.—Detailed statement of emergency funds allocated to Department of Agriculture and of obligations incurred thereunder and from prior-year unobligated balances during the fiscal year 1939—Continued

| Appropriation title and project | Allocations | Obligations |
|---|-------------|-------------|
| Emergency Relief Appropriation Act of 1935 (Apr. 8, 1935): | | |
| Office of the Solicitor: Title examination work in connection with forest and wildlife land acquisition..... | | \$7 |
| Bureau of Entomology and Plant Quarantine: | | |
| Brown-tail moth control..... | | 12 |
| Citrus canker eradication..... | | 5 |
| Gypsy moth control..... | | 107 |
| Peach mosaic survey and eradication..... | | 201 |
| Phony peach disease control..... | | 7 |
| White pine blister rust control..... | | 368 |
| Barberry eradication for prevention of black stem rust..... | | 1, 298 |
| Dutch elm disease eradication..... | | 1, 864 |
| Construction of insectaries, storage facilities, etc..... | | 8 |
| European corn borer survey..... | | 52 |
| Locating and destroying wild cotton plants..... | | 446 |
| Total, Bureau of Entomology and Plant Quarantine..... | | 4, 368 |
| Farm Security Administration: Administrative expenses in connection with resettlement projects..... | | 5, 000 |
| Total, Emergency Relief Appropriation Act of 1935..... | | 9, 375 |
| Emergency Relief Appropriation Act of 1938 (June 21, 1938): | | |
| Office of the Secretary: Departmental reserve..... | \$185, 532 | |
| Office of the Solicitor: Legal services in connection with loans, relief, and rural rehabilitation under sec. 1 (3), title I, Emergency Relief Appropriation Act of 1938..... | 377, 885 | 339, 001 |
| Office of Information: | | |
| Informational work in connection with rehabilitation program of Farm Security Administration..... | 5, 315 | 5, 283 |
| Printing of standard forms..... | 15, 000 | 13, 263 |
| Total, Office of Information..... | 20, 315 | 18, 546 |
| Forest Service: | | |
| Surveys and studies in control of forest fires and erosion, silvicultural investigations, and mapping and tracing national-forest boundaries..... | 331, 445 | 325, 854 |
| Eradication and control of rodents, insects, diseases, etc., on national forests..... | 6, 511, 678 | 6, 417, 007 |
| Administrative expenses..... | 379, 320 | 372, 603 |
| Total, Forest Service..... | 7, 222, 443 | 7, 115, 464 |
| Bureau of Agricultural Chemistry and Engineering: | | |
| Physical improvements at Stoneville, Miss..... | 3, 900 | 3, 898 |
| Administrative expenses..... | 10, 200 | 8, 085 |
| Total, Bureau of Agricultural Chemistry and Engineering..... | 14, 100 | 11, 983 |
| Bureau of Entomology and Plant Quarantine: | | |
| Citrus canker eradication..... | 116, 666 | 97, 481 |
| Gypsy moth control..... | 945, 970 | 939, 391 |
| Locating and removing peach mosaic..... | 169, 622 | 129, 975 |
| Phony peach disease control..... | 307, 833 | 278, 144 |
| White pine blister rust control..... | 1, 824, 600 | 1, 779, 406 |
| Barberry eradication for prevention of black stem rust..... | 1, 219, 783 | 1, 203, 670 |
| Locating and destroying <i>Thurberia</i> plants..... | 83, 500 | 80, 073 |
| Dutch elm disease eradication..... | 2, 957, 500 | 2, 901, 507 |
| Clearing quarantine building site at Hoboken, N. J..... | 30, 000 | 24, 772 |
| Administrative expenses..... | 275, 000 | 251, 768 |
| Total, Bureau of Entomology and Plant Quarantine..... | 7, 930, 474 | 7, 686, 187 |
| Bureau of Biological Survey: | | |
| Development of wildlife refuges..... | 1, 321, 786 | 1, 294, 786 |
| Administrative expenses..... | 82, 500 | 81, 298 |
| Total, Bureau of Biological Survey..... | 1, 404, 286 | 1, 376, 084 |
| Bureau of Agricultural Economics: | | |
| Preliminary surveys and economic research incident to programs for water conservation, and utilization..... | 200, 000 | 153, 012 |
| Administrative expenses..... | 92, 300 | 80, 837 |
| Total, Bureau of Agricultural Economics..... | 292, 300 | 233, 849 |

TABLE 9.—*Detailed statement of emergency funds allocated to Department of Agriculture and of obligations incurred thereunder and from prior-year unobligated balances during the fiscal year 1939—Continued*

| Appropriation title and project | Allocations | Obligations |
|---|-------------------------|-------------------------|
| Emergency Relief Appropriation Act of 1938 (June 21, 1938)—Continued. | | |
| Bureau of Home Economics: | | |
| Study of consumption of goods and services by rural and town families..... | \$226,082 | \$225,802 |
| Study of body measurements for garments and pattern sizes..... | 315,442 | 314,409 |
| Administrative expenses..... | 110,000 | 110,000 |
| Total, Bureau of Home Economics..... | 651,524 | 650,211 |
| Soil Conservation Service: | | |
| National program of soil conservation, including control operations, erosion surveys, etc..... | 9,841,669 | 9,052,225 |
| Assistance to needy farmers in rehabilitation through construction of water facilities in arid and semi-arid areas..... | 853,118 | 712,326 |
| Soil conservation, statistical and research work..... | 19,419 | 17,868 |
| Administrative expenses..... | 474,220 | 342,984 |
| Total, Soil Conservation Service..... | 11,188,426 | 10,125,403 |
| Beltsville Agricultural Research Center: | | |
| Physical improvement at Beltsville (Md.) Research Center..... | 1,009,200 | 538,107 |
| Administrative expenses..... | 100,000 | 99,782 |
| Total, Beltsville Agricultural Research Center..... | 1,109,200 | 637,889 |
| Agricultural Adjustment Administration: | | |
| Compilation of data on standards, etc., for consumer goods..... | 122,003 | 117,094 |
| Administrative expenses..... | 6,500 | 5,810 |
| Total, Agricultural Adjustment Administration..... | 128,503 | 122,904 |
| Total, Emergency Relief Appropriation Act of 1938..... | 30,524,988 | 28,317,521 |
| Public Works Administration Appropriation Act of 1938 (June 21, 1938): | | |
| Bureau of Agricultural Chemistry and Engineering: Physical improvements at Stoneville, Miss..... | 15,100 | 15,097 |
| Bureau of Entomology and Plant Quarantine: Construction of a plant and parasite receiving station at Hoboken, N. J..... | 400,000 | 385,100 |
| Soil Conservation Service: Construction of dams for storage of water, roads, buildings, fences, power lines, and other improvements in connection with land-utilization program under title III of the Farm Tenant Act..... | 3,960,400 | 3,385,690 |
| Beltsville Agricultural Research Center: Physical improvements at Beltsville (Md.) Research Center..... | 3,492,671 | 1,677,190 |
| Total, Public Works Administration Appropriation Act of 1938..... | 7,868,171 | 5,463,077 |
| Grand total, emergency funds..... | ¹ 38,393,159 | ¹ 34,502,010 |

¹ Exclusive of funds provided directly to the Secretary of Agriculture by the Emergency Relief Appropriation Act of 1938 (for expenditure through Farm Security Administration) for loans, relief, and rural rehabilitation, and listed in this report under table 5 as a regular appropriation.

RECEIPTS FROM DEPARTMENT'S ACTIVITIES, 1939

Receipts accruing incident to the operations of the Department during the fiscal year 1939 totaled \$49,666,379. This amount is classified into two groups, showing (1) miscellaneous collections and (2) repayment of loans made by the Farm Security Administration, as follows:

Miscellaneous collections:

From business on the national forests:

| | | |
|------------------------|-------------|-------------|
| Timber sales..... | \$2,853,294 | |
| Grazing fees..... | 1,548,437 | |
| All other objects..... | 470,702 | |
| | | \$4,872,433 |

Contributions from private cooperators, appropriated as a trust fund (cooperative work, Forest Service) for various activities on the national forests and privately owned timberlands..

944,444

Miscellaneous collections—Continued.

| | |
|--|---------------|
| Contributions from private cooperators for expenditure under trust arrangements: | |
| Farm Security Administration..... | \$5, 267, 392 |
| Deposits of fees received from licensees under the Commodity Exchange Act..... | 202 |
| Deposits in part payment of salaries of inspectors under the Sea Food Inspectors Act..... | 78, 379 |
| Miscellaneous..... | 526, 874 |
| | <hr/> |
| From sale of hunting stamps (Migratory Bird Conservation Act)..... | \$5, 872, 847 |
| From sale of products of migratory bird refuges, Migratory Bird Conservation Act..... | 1, 009, 008 |
| From fees: | 45, 214 |
| Perishable Agricultural Commodities Act..... | \$215, 057 |
| Alaska game laws..... | 25, 501 |
| Naval stores grading..... | 7, 539 |
| United States Warehouse Act..... | 40, 620 |
| Miscellaneous fees..... | 20, 849 |
| | <hr/> |
| Reimbursement for services in inspecting agricultural products, miscellaneous refunds, etc..... | 309, 566 |
| Sale of Government property and products, payments for marketing privileges, and miscellaneous services..... | 638, 086 |
| Miscellaneous..... | 1, 680, 518 |
| | <hr/> |
| Total, miscellaneous collections..... | 145, 877 |
| | <hr/> |
| | 15, 517, 993 |
| | <hr/> |
| Repayments of loans (Farm Security Administration): | |
| Principal repaid on loans..... | 33, 353, 709 |
| Interest collections on loans..... | 794, 677 |
| | <hr/> |
| Total, repayments of loans..... | 34, 148, 386 |
| | <hr/> |
| Total..... | 49, 666, 379 |

DIVISION OF ACCOUNTS

The regional offices of the Division of Disbursement, Treasury Department, have cooperated in the semimonthly payment of the salaries and wages of approximately 47,750 field employees of the various bureaus, offices, and agencies of the Department. This represents an increase of 12 percent over the number paid by these disbursing officers during the preceding fiscal year. In addition, the facilities of regional disbursing officers were utilized more extensively for the payment of the administrative and program obligations of bureaus and agencies organized on a regional basis.

The Division of Accounts received from the Division of Book-keeping and Warrants, Treasury Department, copies of 214 appropriation and transfer appropriation warrants, excluding those applicable to emergency relief appropriations. Approximately 200 letters of notification of receipt of warrants and 550 letters of notification of original and revised allotments approved by the Secretary were prepared and forwarded to the Department units concerned. In order to record obligation, expenditure, and collection transactions applicable to funds warranted and allotted during the year, as well as to those already available for obligation and expenditure, approximately 475 treasury cash accounts and 800 budgetary accounts were maintained. Allotting funds and revising allotments also entailed the preparation of approximately 500 memoranda to the Secretary.

To make the necessary disbursing funds available to the chief disbursing officer, Division of Disbursement, Treasury Department, for the payment of vouchers, pay rolls, settlements, etc., and to enable his regional disbursing officers in the continental United States, insular possessions, and Territories and the Department's temporary special disbursing agents stationed in foreign countries to make payment of the vouchers and pay rolls scheduled to them, 260 requisitions for disbursing funds and 1,970 requests for transfers of funds were prepared in or processed through the Division of Accounts, which placed \$1,245,590,321 to the credit of these officers and agents.

The Division of Accounts examined and submitted to the Division of Disbursement, Treasury Department, Washington, D. C., for payment 130,345 schedules, listing 526,826 administratively approved vouchers and pay rolls; processed to offices within the Department 22,709 accomplished copies of schedules and 46,326 memorandum copies of vouchers and pay rolls applicable to payments effected by regional disbursing officers of the Division of Disbursement; received 12,653 claims from agencies of the Department, which, after examination and recording, were forwarded to the General Accounting Office for adjustment and direct settlement; received from the General Accounting Office, recorded, and forwarded to the appropriate offices within the Department 19,682 certificates of settlement, settlement certificates, and notices of disallowances of claims; received 15,107 schedules of collections from Department offices, accompanied by 92,405 remittances in the form of checks, drafts, money orders, and cash; and processed through the Division 986 schedules of transfers-special deposits, 5,757 schedules of adjustments, 2,518 schedules of voucher deductions, and 10,366 schedules of retirement and disability fund credits, involving credits to appropriation, fund, and receipt accounts of the Department totaling \$6,520,656.

To provide for the recording of disbursements effected by disbursing officers and agents from appropriations and funds of the Department, and to provide information as to balances of appropriations and funds available with disbursing officers for the payment of vouchers, pay rolls, settlements, etc., the Division maintained 980 disbursing officers' disbursing cash accounts. The Division also maintained 662 disbursing officers' collection cash accounts in order to record collections deposited by disbursing officers or processed through their accounts and to provide information for the verification of collections covered into the Treasury or disbursed or transferred from special-deposit accounts.

The Division was required during 1939 to administratively examine 4,706 accounts current, or an average of 392 per month. These accounts pertained to disbursement and collection transactions effected by 39 disbursing officers and agents in 244 checking accounts. In connection with the administrative examination of accounts current, the Division received 78,828 daily and monthly summary statements of disbursements and collections by appropriation limitations from the Department as a whole. Of these, 8,604 monthly statements were examined, revised when necessary, and attached to the applicable accounts current for submittal to the General Accounting Office, in order to provide that Office with analyses of disbursements and collections by appropriation, subappropriation, limitation, receipt, and fund accounts.

Other activities conducted by the Division included the following:

Maintenance of 200 general fund revenue accounts, in order to accumulate information as to collections received from the miscellaneous sources of revenue which were deposited into the Treasury; reception of copies of 895 transfer and counter warrants, necessitating the preparation of approximately 1,100 letters to Department offices notifying them of the issuance of these warrants; reception from the General Accounting Office of 3,644 notices of exception and their transmission to the proper Department offices for replies (3,527 replies to exceptions having been received, reviewed, recorded on the retained copies of the pertinent notices of exceptions, and forwarded to the Division of Disbursement, Treasury Department); and handling of 8,811 letters received from the General Accounting Office and from within the Department relating to claims receiving consideration in the General Accounting Office and 3,482 letters relating to check settlements.

The Division also processed appropriations aggregating \$227,034,603 made to or transferred to the Department under the Emergency Relief Appropriation Act of 1938, as supplemented, reappropriations of \$23,225,083 from funds made available under previous Emergency Relief Appropriation Acts, and recisions aggregating \$4,955,785 from allocations received under the Emergency Relief Appropriation Acts of 1935, 1936, and 1937. The processing of these appropriations, reappropriations, and recisions required the preparation of numerous letters, statements, apportionments, etc., and considerable time and effort in contacting the Department offices concerned, the Bureau of the Budget, the Treasury Department, and the General Accounting Office. While no general ledger accounts were set up in connection with emergency relief appropriations, it was necessary to establish subsidiary records in connection therewith for control purposes. Complete records and files of all allocations were maintained for the purpose of checking project authorizations, allotments, adjustments, and recisions and for preparing various monthly reports and statements showing the status of such funds.

In addition, the Division received and initiated replies to numerous inquiries for various fiscal information; initiated requests for the issuance of appropriation, transfer appropriation, and transfer and counter warrants; initiated or examined requests on the General Accounting Office for corrections of errors in charging or crediting appropriations, funds, limitations, or official projects; examined and prepared for submittal to the Bureau of the Budget apportionments, and modifications thereof, of appropriations and funds, and reports of obligations incurred against the amounts apportioned; acted as the contact office between the Department and the Treasury Department, General Accounting Office, and Bureau of the Budget on numerous phases of fiscal work; reconciled appropriation, fund, and receipt accounts with the Treasury Department and the General Accounting Office; and assisted bureaus, offices, and agencies of the Department in reconciling their available cash accounts with the records of the General Accounting Office.

BUREAU ACCOUNTING SERVICE

This Division has continued to serve the Office of the Secretary, Department Library, Office of the Solicitor, Office of Information,

Office of Experiment Stations, Extension Service, Commodity Exchange Administration, and the Bureau of Home Economics in the administrative audit and accounting of their funds.

During the year the uniform property accountability records were adopted by several of the Bureaus and offices served by this Division. Procedures were outlined for classifying procurements and for recording additions and reductions and monthly reconciliation procedures were established. With the recent perfecting of adequate control over supplies inventory and now complete control over equipment, the Office of the Secretary has installed and placed in operation a complete system of proprietary accounts which will reflect a true financial balance sheet, exclusive of depreciation.

In connection with the receipt and deposit of registration fees and other charges, as provided for under section 8a (4) of the act approved June 15, 1936, amending the Grain Futures Act, \$17,118 was received for deposit to the proper trust fund receipt account pending action on the applications. As all the applications have been favorably acted upon, the entire amount received has been earned and transferred to the general fund receipt account.

The act of February 16, 1938, authorizing the Secretary to establish, equip, and maintain four regional research laboratories materially increased the number of transactions under the bid and guarantee deposits account. During the year there was deposited to the bid and guarantee deposits account \$152,980, which amount, added to the balance of \$25,791 on hand from previous fiscal years, made a record total of \$178,771 to be accounted for. Refunds to depositors amounted to \$149,994, leaving a balance of \$28,777 in the account for future disposition.

The above accounts, while fairly large and requiring considerable time and effort, are only a small portion of the work and amount of funds handled by the Collections and Deposits Unit. Collections from claims filed during the year or in the process of collection amounted to \$1,114,918. Included in this amount are reimbursements to the Central Supply Section for general stores, photographic supplies, addressing, duplicating, and mailing materials, and for parcel post, foreign transportation and mail, ice, laundry, and motor-transport service charges.

To meet a very urgent need for a more effective functioning of the Bureau accounting service in the field of supplying administrative officers with the class of information which is essential for proper management and control, it was necessary to organize an Analysis and Reports Section. A fundamental weakness of a central accounting organization has been that the accounting work is so far removed from the general administrative area as to make the accounting organization to a material degree irresponsive to the demands of the administrators. To overcome this admitted weakness the Analysis and Reports Section was created and has made considerable progress during the year. In addition to the basic responsibilities of providing information essential to the performance of the management function peculiar to the several bureaus and offices served, there will be assigned to this section many other important tasks.

In addition to the expansion of the work of the Collection and Deposit Unit and the institution of the new Analysis and Reports Section, there was a considerable increase in the volume of work of

the transportation service unit, due in part to the increase of 25 percent in the number of yearly letters of authorization handled, and in part to the larger number of allotted funds, with many restrictions and limitations placed upon their use.

The cost of operating the Bureau accounting service during the fiscal year 1938 was 26 percent below the 1937 figure, and, with the adjustments made in the organization during the fiscal year 1939, it has been possible to handle the increased load and still reduce the operating cost below that for 1938 by \$8,923. A summary of the work of this service is shown in tables 10, 11, and 12.

TABLE 10.—*Auditing, fiscal years 1936-39*

| Fiscal year | Claims audited | Purchase orders pre-audited | Contracts audited | Items involved |
|-------------|----------------|-----------------------------|-------------------|----------------|
| | <i>Number</i> | <i>Number</i> | <i>Number</i> | <i>Number</i> |
| 1936..... | 93,056 | 10,492 | 856 | 1,189,442 |
| 1937..... | 61,446 | 9,329 | 429 | 697,057 |
| 1938..... | 41,201 | 8,860 | 210 | 414,542 |
| 1939..... | 42,118 | 9,642 | 244 | 439,679 |

TABLE 11.—*Record of pay rolls and miscellaneous items, fiscal years 1936-39*

| Fiscal year | Pay rolls prepared | Pay-roll items | Letters of authorization written | Collection claims filed | Transportation requests issued | Bills of lading issued |
|-------------|--------------------|----------------|----------------------------------|-------------------------|--------------------------------|------------------------|
| | <i>Number</i> | <i>Number</i> | <i>Number</i> | <i>Number</i> | <i>Number</i> | <i>Number</i> |
| 1936..... | 40,033 | 591,416 | 6,994 | 298 | 13,874 | 17,499 |
| 1937..... | 24,510 | 489,423 | 2,201 | 305 | 8,447 | 4,537 |
| 1938..... | 9,564 | 251,276 | 1,435 | 1,361 | 11,554 | 2,930 |
| 1939..... | 10,049 | 246,450 | 1,800 | 1,747 | 12,230 | 1,951 |

TABLE 12.—*Funds under direct and indirect accounting control of the Bureau accounting service, fiscal years 1937-39*

| Item | 1937 | 1938 | 1939 |
|--|-------------|-------------|-------------|
| General expense appropriations and allotted funds..... | \$8,485,410 | \$8,071,302 | \$7,876,493 |
| Warranted to States..... | 22,745,014 | 23,722,583 | 24,359,651 |
| Offset by States..... | 5,885,014 | 5,545,623 | 5,150,622 |
| Supplemental State funds..... | 5,959,276 | 7,940,276 | 8,997,579 |
| Other funds..... | 3,547,026 | 3,384,288 | 2,481,411 |
| Total..... | 46,621,740 | 48,664,072 | 48,865,756 |

DIVISION OF PURCHASE, SALES, AND TRAFFIC

The record of business transacted by the Division of Purchase, Sales, and Traffic during the fiscal years 1937, 1938, and 1939 is set out in table 13.

TABLE 13.—*Purchases, sales, and other activities of the Division of Purchase, Sales and Traffic, fiscal years 1937-39*

| Item | 1937 | 1938 | 1939 |
|--|-------------|-------------|-------------|
| Bid Section: | | | |
| Bid transactions.....number.. | 8, 223 | 6, 282 | 6, 025 |
| Flow of bids: | | | |
| First quarter.....percent.. | 21 | 18 | 18 |
| Second quarter.....do..... | 19 | 17 | 18 |
| Third quarter.....do..... | 25 | 22 | 21 |
| Fourth quarter.....do..... | 35 | 43 | 43 |
| Bureau purchase orders approved.....number.. | 1, 735 | 1, 965 | 494 |
| Aggregate amount.....dollars.. | 1, 928, 032 | 1, 312, 140 | 350, 686 |
| Forest-road contracts examined prior to approval by Secretary.....number.. | 92 | 62 | 87 |
| Aggregate amount.....dollars.. | 6, 080, 090 | 4, 890, 162 | 5, 219, 425 |
| Value of property in the District of Columbia transferred from one bureau to another in Department.....dollars.. | 3, 654 | 11, 027 | 10, 101 |
| Initial value of worn-out property transferred to Procurement Division, Treasury Department.....dollars.. | 31, 034 | 87, 827 | 67, 394 |
| Traffic Section: | | | |
| Freight routings furnished: | | | |
| Less than carload.....number.. | 13, 489 | 11, 629 | 17, 486 |
| Carload.....do..... | 2, 941 | 1, 892 | 4, 962 |
| Express routings furnished.....do..... | 8, 946 | 6, 117 | 6, 550 |
| Rates furnished: | | | |
| Freight.....do..... | 83, 952 | 36, 882 | 33, 361 |
| Express.....do..... | 3, 506 | 1, 357 | 1, 034 |
| Passenger, rail and water.....do..... | 6, 860 | 10, 595 | 13, 429 |
| Parcel post.....do..... | 1, 189 | 726 | 104 |
| Air, passenger.....do..... | 114 | 302 | 394 |
| Itineraries furnished.....do..... | 2, 267 | 5, 517 | 6, 872 |
| Central Supply Section: | | | |
| Stock issues during year.....dollars.. | 866, 488 | 710, 226 | 696, 704 |
| Requisitions for stores, filled.....number.. | 43, 353 | 38, 909 | 36, 690 |
| Requisitions for printed forms, filled.....do..... | 1 25, 000 | 1 28, 000 | 1 27, 000 |
| Purchase orders (both to maintain stocks and for other activities).....number.. | 39, 340 | 20, 450 | 23, 450 |
| Money value involved, all purchase orders.....dollars.. | 8, 609, 897 | 5, 466, 892 | 9, 438, 443 |
| Average money value per purchase order.....do..... | 218 | 267 | 402 |
| Experimental byproducts sold: For deposit to miscellaneous receipts.....dollars.. | 46, 653 | 48, 153 | 44, 169 |

¹ Estimated.

GENERAL PROCUREMENT AND CONTRACT SERVICE

The fiscal year 1939 was marked by reassignment of functions and changes in organization which were departmental as well as inter-departmental in scope. On November 12, 1938, the Procurement Division, Treasury Department, recalled all waivers then in effect, under which several of the Department's bureaus were permitted to utilize bureau facilities in making purchases for W. P. A. projects, presumably because of a lessened demand for purchasing service on the part of other emergency relief activities. In January 1939 the Director of the Civilian Conservation Corps requested that the purchase of so-called heavy equipment payable from C. C. C. funds be transferred to the Procurement Division. Pursuant thereto a memorandum of understanding was executed on February 1, 1939, by representatives of the C. C. C., Procurement Division, Department of the Interior, and Department of Agriculture, in which "heavy equipment" was defined as any purchase of specified equipment involving a unit purchase price in excess of \$500, and at the same time outlined the procedure to be followed. With respect to the Department of Agriculture, it was agreed that the Department's specifications would be employed in making procurements for C. C. C. activities under its direction. Also, during the course of the year the awarding authority of regional procurement officers of the Soil Conservation Service was

increased from \$1,000 to \$2,500 in order to better serve field requirements in connection with land-utilization functions initially exercised by the Resettlement Administration, later devolving upon the Farm Security Administration as the successor organization, and then in turn transferred to the Bureau of Agricultural Economics and the Soil Conservation Service.

PURCHASE SERVICE

The fiscal year 1939 was the seventh that the Central Supply Section has operated on a surcharge basis and, as in prior years, further refinements were effected, most significant of which was the development of maximum and minimum charges for single transactions, and for purposes of stabilizing operations long-range forecasts were made.

Analysis of purchase statistics disclosed that uniform application of percentage surcharges to the dollar value of orders resulted in an inequitable distribution of costs as between many small transactions and few large procurements. This is more obvious when it is pointed out that the transaction rather than dollar volume is the unit of work. To effect a more equitable distribution of the costs, maximum and minimum service charges were established. These charges were fixed on the basis that, when the current percentage surcharge was applied to a given transaction and produced less than 50 cents, the latter amount was used as the minimum charge. If, however, such application of the surcharge rate produced more than \$50, the latter was used as the maximum charge. The income derived through this procedure remained substantially the same as in the case of the uniform application of the surcharge rate to dollar value regardless of amount. Statistics thus far gathered definitely indicate that the plan increased the aggregate charge for organizations with many small transactions but reduced the charges for organizations with transactions involving large dollar volume, thus distributing operating expenses more equitably on the basis of units of work.

The surcharge method of operation is intended to be sufficiently sensitive to react to conditions as they develop, but personnel procedures governing increase or decrease of the force do not possess the same degree of sensitiveness. It was found that employments could not be kept in harmony with short-time forecasts of probable work, for which reason annual forecasts based on averages for the prior 5 years were resorted to. The annual expense was similarly estimated and its percentage of the volume forecast was adopted as the surcharge rate. As was expected, there were certain months when the income produced by the surcharge so determined and applied in conjunction with the maximum-minimum plan was not sufficient to meet the expenses. However, the deficiency was more than offset by surpluses produced during other months. In fact, the dollar volume for the year far exceeded the forecast, and the surcharge rate for purchasing service reached a low of 0.05 percent for April.

Purchases of fertilizers, liming materials, and seeds for use as grant-of-aid materials increased very materially and composed about 57 percent of the Central Supply Section's total purchases. Because quantities and destinations are dependent upon farmers' participation in the conservation program, procurement problems of unusual complexity arose, but experience acquired in handling the initial but

moderate program in 1938 enabled the procurement work to keep pace with and facilitate the field operations.

It will be observed from table 13 that the total dollar value of purchases made during the fiscal year 1939 amounted to \$9,438,443, whereas for the fiscal year 1938 the total was \$5,466,892, from which it naturally follows that the percentage of expense to dollar volume decreased. This is illustrated by comparing the average rate of 0.45 percent for 1939 with 1.05 percent for 1938.

STORAGE AND ISSUE OF SUPPLIES

Storage and issue activities again remained reasonably constant but registered an apparent decrease in the volume of issue by comparison with the preceding year. In fact, the decrease reflected a change in procedure in that large paper requirements in the field were met by direct shipment from commercial contractors rather than from the central stocks in Washington. This not only effected a saving in destination costs but also relieved the paper situation in Washington.

The surcharge rate for storage and issue service averaged 6.9 percent while the comparable rate for the fiscal year 1938 was 7.9 percent.

Because of the close proximity of the central heating plant to the South Building, where the stock of the Central Supply Section is maintained, representatives of the Interior Department made arrangements to requisition materials for the plant's control laboratory from the Central Supply Section on a reimbursable basis. Although the total volume was small, it demonstrated the adaptability of the reimbursement surcharge method of operation.

In recognition of the principle that simplification of ordering procedures effects economies and promotes efficiency, particularly in organizations with a limited or no clerical staff, the Central Supply Section undertook the preparation of a loose-leaf illustrated stock catalog which will soon be ready for issue.

FREIGHT AND PASSENGER TRAFFIC SERVICE

There was a substantial increase in the total tonnage of freight movements for the Department, particularly in the carload category, which increased from 1,892 carloads in 1938 to 4,962 carloads in 1939. This large increase was due principally to heavy movements of fertilizers and liming materials used by the Agricultural Adjustment Administration in making grants of aid. There were also 17,486 less-than-carload movements, which represented approximately 5,000 additional carloads, thus making a total of approximately 10,000 carloads of freight for the year, exclusive of shipments that moved on a prepaid basis.

According to rough estimates, it takes approximately 20 minutes to compile a freight rate, which when applied to the number of freight rates secured by the Department during the year amounts to 1,480 man-days. Because of the time and cost entailed in the procurement of such rates, a more simplified method has been worked out in cooperation with the Procurement Division, Treasury Department, whereby during periods of high demand the Traffic Section of the Procurement Division details a rate man for part-time service in the Division of Purchase, Sales, and Traffic. Through joint study of the abstract sheets by purchasing and traffic personnel, it has been possible

to eliminate many unnecessary rates. Although the arrangement was operative only during the last 3 months of the fiscal year, its effectiveness has been definitely demonstrated.

In a further effort to expedite the handling of freight matters, offices of origin were authorized to use the Procurement Division Traffic Section form and serve the requirements of all interested parties through the medium of copies without transcription.

Maintenance of the passenger tariff files required the incorporation of 17,702 new or amended tariffs, but the availability of so comprehensive a file of passenger tariffs and other pertinent information has enabled the rendition of prompt itinerary service and effective assistance in adjusting post-audit exceptions in travel accounts.

COORDINATION AND CONTACT WORK

Changes in the Division's coordination and contact work embraced designation of the Chief of the Division as an ex-officio member of the technical advisory board, effective July 1, 1938.

The Associate Chief of Division was designated as one of the representatives of the Department to serve with an interdepartmental group in a study of information available in the several executive departments relating to specific instances of price fixing, etc., in Government procurements then under review by the National Economic Committee. This assignment was completed during the course of the year.

Secretary's Memorandum No. 819, dated May 12, 1939, transferred the functions of the Advisory Committee on Photogrammetry to the Technical Advisory Board, thus automatically discontinuing the subcommittee on specifications for aerial photography, of which the Associate Chief of Division was a member.

CHANGES IN DEPARTMENT REGULATIONS

During the year the following amendments to the regulations of the Department were approved by the Secretary:

| Amendment No. | Title | affected No. |
|------------------|---|-----------------|
| 63 | Contracts Covering Use of Equipment or Property Loaned or Rented to the Department..... | 3318 |
| 64 | Reduction in Force..... | 2812 |
| 65 | Leave Without Pay..... | 2561 |
| | Absence Without Permission..... | 2562 |
| 66 | Annual Leave, for Employees Assigned to Duty Within the Continental Limits of the United States..... | 2511 |
| 67 | Annual Leave, for Employees Assigned to Duty Outside the Continental Limits of the United States..... | 2512 |
| 68 | Sick Leave, for Employees Assigned to Duty Within the Continental Limits of the United States..... | 2521 |
| 69 | Sick Leave, for Employees Assigned to Duty Outside the Continental Limits of the United States..... | 2522 |
| 70 | Acquisition of Real Estate..... | 1711 |
| 71 | Acceptance of Voluntary Service Prohibited..... | 2114 |
| 72 | Deductions for Leave Without Pay..... | 3216 |
| | Pay for Sundays and Holidays..... | 3217 |
| 73 | Pulmonary Tuberculosis..... | 1552 |
| 74 | Operation of Elevators..... | 1726 |
| | Directory of Field Activities..... | 1727 |
| | Display of Flag on Buildings..... | 1728 |

| Amendment No. | Title | Regulation affected No. |
|------------------|--|-------------------------------|
| 75 | Doubtful Claims Under Existing Appropriations or Appropriations, the Balances of Which Have Been Exhausted or Carried to the Surplus Fund..... | 3165 |
| | Claims of a Meritorious Nature or Containing Elements of Legal Liability or Equity..... | 3166 |
| 76 | Final Salary Payment..... | 3213 |
| 77 | Annual Report of the Secretary..... | 1411 |
| | Annual Reports of Chiefs of Bureau..... | 1412 |
| | Annual Reports Regarding the Construction of Rural Post Roads and National Forest Roads..... | 1413 |
| 78 | Annual Leave, for Employees Assigned to Duty Outside the Con- tinental Limits of the United States..... | 2512 |
| 79 | Sick Leave, for Employees Assigned to Duty Outside the Continental Limits of the United States..... | 2522 |
| 80 | Periodical Investigation of Field Offices and Stations..... | 2911 |
| | Misconduct, Neglect of Duty, or Irregularities..... | 2912 |
| | Submission of Investigative Reports..... | 2913 |
| | Distribution and Use of Reports..... | 2914 |
| 81 | Disciplinary Action—Procedure..... | 2921 |
| | Suspension from Duty Without Pay During Investigation and for Other Reasons..... | 2922 |
| 82 | Typewriters, Adding Machines, etc..... | 4122 |
| | Vehicles, Tractors, Road Equipment and Boats and Parts, etc., Thereof..... | 4123 |
| | Scientific Apparatus and Laboratory Equipment..... | 4124 |
| | Surplus Documents and Books..... | 4125 |
| | Books and Periodicals..... | 4126 |
| 83 | Editorial Committee of the Journal of Agricultural Research..... | 1345 |
| | Purchase of Reprints from Outside Publications..... | 1346 |
| 84 | Purchase of Books, Periodicals, and Newspapers..... | 4114 |
| 85 | Distribution of Photographs..... | 1216 |
| 86 | Maps and Publications of Weather Bureau; Reproductions of Aerial or Other Photographs, Mosaics, and Maps..... | 4425 |
| 87 | Federal Taxes..... | 3191 |
| | State and Local Taxes..... | 3192 |
| 88 | Installation and Periodic Inspection of Boilers..... | 1737 |
| 89 | Furniture and Equipment..... | 1731 |
| 90 | Leases..... | 1712 |
| 91 | Long-Distance Telephone Calls..... | 1674 |
| 92 | Transportation of Effects on Permanent Change of Station..... | 3451 |

